

September 8, 2006

Ms. Marlene H. Dortch Federal Communications Commission Office of the Secretary C/O Capitol Heights Facility 236 Massachusetts Avenue, NE, Suite 110 Washington, DC 20002

Re: USAC Filing of Federal Universal Service Support Mechanisms

Fund Size Projections for the Fourth Quarter 2006

Replacement Appendix M02

Dear Ms. Dortch:

Attached is a replacement Appendix M02 of Universal Service Administrative Company's Universal Service Support Mechanisms Fund Size Projections for the Fourth Quarter 2006 filing which was submitted to the Federal Communications Commission on August 2, 2006.

Appendix M02 has been revised to correct an error in the Low Income Support Mechanism Fund Size Projection for the Link-Up program.

Thank you for your assistance in this matter.

Sincerely,

/s/ W.B. Erwin

Vice President of Finance

Attachment